

**LEGISLATIVE SERVICES AGENCY  
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301  
Indianapolis, IN 46204  
(317) 233-0696  
<http://www.in.gov/legislative>

**FISCAL IMPACT STATEMENT**

**LS 7115**

**BILL NUMBER:** SB 361

**NOTE PREPARED:** Jan 8, 2006

**BILL AMENDED:**

**SUBJECT:** Operation of License Branches by Contractors.

**FIRST AUTHOR:** Sen. Ford

**BILL STATUS:** As Introduced

**FIRST SPONSOR:**

**FUNDS AFFECTED:**     **GENERAL**  
                          **X DEDICATED**  
                          **FEDERAL**

**IMPACT:** State

**Summary of Legislation:** This bill requires the Bureau of Motor Vehicles Commission (BMVC) to contract with a qualified person to provide license branch services.

**Effective Date:** July 1, 2006.

**Explanation of State Expenditures:** This bill requires the BMVC to contract with qualified persons to provide full- or partial-service license branch services. Qualified persons may be automobile dealers, brokers, and others as defined in statute. The impact on expenditures and revenues associated with any future contracts will depend upon administrative actions.

Over the last three calendar years, the BMVC has averaged about 11.6 million transactions per year. This number includes all types of transactions. It is not known how many of these transactions now would be completed by a qualified contractor, nor is it known how many contractors might desire to provide partial services or operate full-service license branches. Whatever the number of contractors there might be and the number of transactions which might be processed, it will reduce the number of transactions processed and completed by the BMV and the BMVC. (The BMVC operates the state's license branches.) The total long-term impact is not known. However, over time, with contractors providing full- or partial-service license branch services, the work force required by the BMV and the BMVC may be less than current levels.

**Explanation of State Revenues:** See *Explanation of State Expenditures*.

**Explanation of Local Expenditures:**

**Explanation of Local Revenues:**

**State Agencies Affected:** Bureau of Motor Vehicles; Bureau of Motor Vehicles Commission.

**Local Agencies Affected:**

**Information Sources:** BMV data.

**Fiscal Analyst:** James Sperlik, 317-232-9866.